

Press Release

Sree Subha Sales

November 11, 2020

Rating Update



Total Bank Facilities Rated*	Rs.26.89 Cr.#
Long Term Rating	ACUITE BB- (Downgraded from ACUITE BB) Issuer not co-operating*
Short Term Rating	ACUITE A4 (Downgraded from ACUITE A4+) Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Acuite has downgraded and withdrawn the long term rating to '**ACUITE BB-' (read as ACUITE double B minus)** from '**ACUITE BB' (read as ACUITE double B)** and the short term rating to '**ACUITE A4' (read as ACUITE A four)** from '**ACUITE A4+ (read as ACUITE A four plus)** on the Rs.26.89 crore bank facilities of Sree Subha Sales. This rating continues to be an indicative rating and is based on the best available information.

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Sree Subha Sales (SSS) was established in 1990 as a proprietorship concern by Mr. K.A. Nanda. SSS is a Class-I contractor engaged majorly in the execution of water supply and underground drainage schemes for the Karnataka government. The firm caters to Karnataka Urban Water Supply and drainage Board (KUWSDB) and Bangalore Water Supply and Sewage Board (BWSSB).

Non-cooperation by the issuer/borrower: Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with an unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is, therefore, being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-51.htm>
- Financial Ratios And Adjustments - <https://www.acuite.in/view-rating-criteria-53.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuite endeavored to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity- Key Financials

The rated entity has not shared the latest financial statements despite repeated attempts.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Up to last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
18 December, 2019	Cash Credit	Long Term	5.00	ACUITE BB (Indicative)
	Term Loans	Long Term	0.49	ACUITE BB (Indicative)
	Bank Guarantee	Short Term	19.40	ACUITE A4+ (Indicative)
	Proposed Non Fund Based Limit	Short Term	2.00	ACUITE A4+ (Indicative)
22 September, 2018	Cash Credit	Long Term	5.00	ACUITE BB (Indicative)
	Term Loans	Long Term	0.49	ACUITE BB (Indicative)
	Bank Guarantee	Short Term	19.40	ACUITE A4+ (Indicative)
	Proposed Non Fund Based Limit	Short Term	2.00	ACUITE A4+ (Indicative)
17 August, 2017	Cash Credit	Long Term	5.00	ACUITE BB (Indicative)
	Term Loans	Long Term	0.49	ACUITE BB (Indicative)
	Bank Guarantee	Short Term	19.40	ACUITE A4+ (Indicative)
	Proposed Non Fund Based Limit	Short Term	2.00	ACUITE A4+ (Indicative)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Cash Credit	Not Applicable	Not Applicable	Not Applicable	5.00	ACUITE BB- (Downgraded from ACUITE BB) (Withdrawn: Issuer not co-operating*)
Term Loans	Not available	Not Applicable	Not available	0.49	ACUITE BB- (Downgraded from ACUITE BB) (Withdrawn: Issuer not co-operating*)
Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	19.40	ACUITE A4 (Downgraded from ACUITE A4+) (Withdrawn: Issuer not co-operating*)
Proposed Non Fund Based Limit	Not Applicable	Not Applicable	Not Applicable	2.00	ACUITE A4 (Downgraded from ACUITE A4+) (Withdrawn: Issuer not co-operating*)

*The issuer did not co-operate; based on best available information.

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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